

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION AND NOTICE OF KENTON COUNTY)	
WATER DISTRICT NO. 1: (A) TO ISSUE)	
REVENUE BONDS IN THE APPROXIMATE PRINCIPAL)	
AMOUNT OF \$16,160,000 (A PORTION FOR)	
REFUNDING OF BOND ANTICIPATION NOTES);)	
(B) TO CONSTRUCT ADDITIONAL PLANT)	CASE NO. 91-046
FACILITIES OF APPROXIMATELY \$8,317,000;)	
(C) NOTICE OF ADJUSTMENT OF RATES)	
EFFECTIVE MAY 1, 1991; AND, (D) APPROVAL,)	
IF NECESSARY, OF CONTINUING MISCELLANEOUS)	
LONG-TERM INDEBTEDNESS)	

O R D E R

On April 11, 1991, Kenton County Water District No. 1 ("Kenton District") filed an application for, inter alia, authority to issue revenue bonds in the amount of \$16,160,000 and to continue miscellaneous long-term indebtedness. KRS 278.300(2) requires the Commission to dispose of this application within 60 days unless good cause exists to continue it. The Commission finds that it is necessary for good cause to continue this application.

Those portions of Kenton District's application concerning the bond issue and miscellaneous long-term indebtedness are not severable but intricately related to the entire application. Kenton District also seeks a Certificate of Public Convenience and Necessity for proposed improvements to existing plant and for a rate adjustment. The proceeds of the bond issue will fund these proposed improvements. The proposed rate adjustment is intended

to meet the debt service requirements of the proposed bond issue. Accordingly, no ruling should be entered on the proposed bond issue until evidence on the entire application has been heard. Under the existing procedural schedule, evidence on the application will not be heard until after the 60 day period set forth in KRS 278.300.

IT IS THEREFORE ORDERED that Kenton District's application for authority to issue revenue bonds in the amount of \$16,160,000 and to continue miscellaneous long-term indebtedness is continued generally.

Done at Frankfort, Kentucky, this 14th day of May, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director